

**CONSOLIDATED INSURANCE TRUST**  
**INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2003**

	January-03					December-02					September-02					Current Fiscal Year-to-Date		Prior Year FY02		3 Years Ended	5 Years Ended
	Allocation		Returns			Allocation		Returns-Quarter			Allocation		Returns-Quarter			Returns		Returns		6/30/2002	6/30/2002
	Market Value	Actual	Policy (1)	Gross	Net	Market Value	Actual	Policy (1)	Gross	Net	Market Value	Actual	Policy (1)	Gross	Net	Gross	Net	Gross	Net	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																					
<i>Structured Growth</i>																					
AllianceBernstein	14,074,962	1.5%	1.8%	-2.34%	-2.36%	14,411,265	1.5%	1.8%	2.97%	2.89%	14,003,856	1.5%	1.8%	-13.47%	-13.54%	-12.98%	-13.14%	-28.37%	-28.65%	-16.80%	N/A
Russell 1000 Growth				-2.43%	-2.43%				7.15%	7.15%				-15.05%	-15.05%	-11.18%	-11.18%	-26.49%	-26.49%	-16.15%	N/A
<i>Structured Value</i>																					
LSV	15,736,240	1.7%	1.8%	-2.64%	-2.66%	16,163,174	1.7%	1.8%	6.61%	6.53%	15,175,650	1.7%	1.8%	-18.53%	-18.60%	-15.44%	-15.59%	2.90%	2.41%	5.40%	N/A
Russell 1000 Value				-2.42%	-2.42%				9.22%	9.22%				-18.77%	-18.77%	-13.43%	-13.43%	-8.96%	-8.96%	-2.92%	N/A
<i>S&amp;P 500 Index</i>																					
State Street	73,309,379	7.8%	8.5%	-2.62%	-2.62%	75,284,746	7.9%	8.5%	8.43%	8.41%	69,441,630	7.6%	8.5%	-17.25%	-17.26%	-12.62%	-12.65%	-17.99%	-18.03%	-9.27%	3.58%
S&P 500				-2.62%	-2.62%				8.44%	8.44%				-17.28%	-17.28%	-12.65%	-12.65%	-17.99%	-17.99%	-9.18%	3.67%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	103,120,581	11.0%	12.1%	-2.58%	-2.60%	105,859,185	11.2%	12.1%	7.37%	7.34%	98,621,136	10.8%	12.1%	-16.93%	-16.96%	-13.11%	-13.17%	-16.75%	-16.89%	-8.30%	3.74%
S&P 500				-2.62%	-2.62%				8.44%	8.44%				-17.28%	-17.28%	-12.65%	-12.65%	-17.99%	-17.99%	-9.18%	3.67%
<b>SMALL CAP DOMESTIC EQUITY</b>																					
<i>Manager-of-Managers</i>																					
SEI	51,484,064	5.5%	6.0%	-2.55%	-2.62%	52,855,565	5.6%	6.0%	5.12%	4.91%	50,384,108	5.5%	6.0%	-19.14%	-19.31%	-17.17%	-17.57%	-10.97%	-11.77%	N/A	N/A
Russell 2000 + 200bp				-2.60%	-2.60%				6.68%	6.68%				-20.97%	-20.97%	-17.88%	-17.88%	-7.96%	-7.96%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	51,484,064	5.5%	6.0%	-2.55%	-2.62%	52,855,565	5.6%	6.0%	5.12%	4.91%	50,384,108	5.5%	6.0%	-19.14%	-19.31%	-17.17%	-17.57%	-10.90%	-11.69%	2.22%	4.32%
Russell 2000				-2.77%	-2.77%				6.16%	6.16%				-21.40%	-21.40%	-18.86%	-18.86%	-8.59%	-8.59%	1.67%	4.44%
<b>CONVERTIBLES</b>																					
TCW	106,235,474	11.3%	11.8%	1.37%	1.33%	104,814,143	11.1%	11.8%	8.26%	8.15%	96,914,343	10.6%	11.9%	-9.95%	-10.05%	-1.18%	-1.43%	-19.94%	-20.37%	-2.22%	N/A
First Boston Convertible Index				2.58%	2.58%				9.83%	9.83%				-8.47%	-8.47%	3.12%	3.12%	-12.44%	-12.44%	0.11%	N/A
<b>INTERNATIONAL EQUITY</b>																					
<i>Large Cap - Active</i>																					
Capital Guardian	65,063,451	6.9%	7.2%	-4.69%	-4.73%	68,255,180	7.2%	7.2%	7.43%	7.30%	63,599,788	7.0%	8.0%	-20.48%	-20.58%	-18.57%	-18.81%	-11.65%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				-4.94%	-4.94%				4.04%	4.04%				-20.02%	-20.02%	-20.90%	-20.90%	-14.62%	-14.62%	-7.32%	-1.89%
<i>Small Cap - Value</i>																					
Lazard	7,233,937	0.8%	0.8%	-3.00%	-3.04%	7,456,195	0.8%	0.8%	N/A	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				-1.50%	-1.50%				N/A	N/A				N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	72,297,388	7.7%	8.0%	-4.56%	-4.60%	75,711,375	8.0%	7.9%	7.94%	7.81%	63,599,788	7.0%	8.0%	-20.48%	-20.58%	-18.08%	-18.32%	-11.65%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				-4.94%	-4.94%				4.04%	4.04%				-20.02%	-20.02%	-20.90%	-20.90%	-14.62%	-14.62%	-7.32%	-1.89%
<b>DOMESTIC FIXED INCOME</b>																					
<i>Core Bond</i>																					
Western Asset	292,214,520	31.1%	29.1%	0.87%	0.85%	289,204,631	30.5%	29.1%	3.00%	2.96%	286,484,108	31.4%	29.1%	3.55%	3.51%	7.59%	7.48%	8.58%	8.36%	8.53%	7.80%
Lehman Aggregate				0.09%	0.09%				1.57%	1.57%				4.58%	4.58%	6.31%	6.31%	8.62%	8.62%	8.10%	7.57%
<i>Index</i>																					
Bank of ND	153,504,818	16.3%	16.1%	0.04%	0.04%	153,414,704	16.2%	16.1%	1.67%	1.65%	160,476,819	17.6%	16.6%	5.97%	5.96%	7.78%	7.74%	8.44%	8.38%	7.79%	7.42%
Bank of ND CD'S	12,949,608	1.4%	1.4%	0.28%	0.28%	12,910,789	1.4%	1.4%	0.88%	0.88%	8,093,027	0.9%	0.9%	0.97%	0.97%	2.14%	2.14%	5.04%	5.04%	5.55%	5.48%
<b>Total Index</b>	166,454,426	17.7%	17.5%	0.06%	0.05%	166,325,493	17.6%	17.4%	1.63%	1.61%	168,569,846	18.5%	17.5%	5.29%	5.28%	7.06%	7.03%	8.20%	8.14%	7.66%	7.30%
Lehman Gov/Credit				0.00%	0.00%				1.73%	1.73%				5.70%	5.70%	7.52%	7.52%	8.24%	8.24%	7.86%	7.47%
<i>BBB Average Quality</i>																					
Strong	116,812,593	12.4%	11.6%	0.38%	0.36%	116,332,657	12.3%	11.6%	4.60%	4.48%	113,585,005	12.5%	11.6%	3.18%	3.08%	8.34%	8.08%	N/A	N/A	N/A	N/A
Lehman US Credit BAA				0.54%	0.54%				4.59%	4.59%				2.70%	2.70%	8.00%	8.00%	N/A	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	575,481,539	61.2%	58.2%	0.53%	0.52%	571,862,781	60.4%	58.1%	2.90%	2.85%	568,638,959	62.4%	58.2%	4.08%	4.03%	7.68%	7.56%	7.71%	7.55%	7.88%	7.42%
Lehman Gov/Credit				0.00%	0.00%				1.73%	1.73%				5.70%	5.70%	7.52%	7.52%	8.24%	8.24%	7.86%	7.47%
<b>CASH EQUIVALENTS</b>																					
Bank of ND	31,951,597	3.4%	3.9%	0.12%	0.12%	35,913,149	3.8%	3.9%	0.41%	0.41%	33,042,029	3.6%	3.8%	0.48%	0.48%	1.01%	1.01%	2.41%	2.41%	4.76%	4.99%
90 Day T-Bill				0.10%	0.10%				0.43%	0.43%				0.45%	0.45%	0.98%	0.98%	2.63%	2.63%	4.68%	4.84%
<b>TOTAL INSURANCE TRUST</b>	940,570,643	100.0%	100.0%	-0.32%	-0.34%	947,016,198	100.0%	100.0%	4.26%	4.20%	911,200,363	100.0%	100.0%	-3.53%	-3.59%	0.27%	0.12%	-1.49%	-1.73%	3.72%	6.68%
POLICY TARGET BENCHMARK				-0.57%	-0.57%				4.03%	4.03%				-3.01%	-3.01%	0.32%	0.32%	-0.22%	-0.22%	3.61%	6.46%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations.